Lake Montezuma Property Owners Association P.O. Box 5292 Lake Montezuma, AZ 86342



September 20, 2001

4762

Tocket No.W-01445A-00-0962

Arizona Corporation Commission 1200 W. Washington Street Phoenix, AZ 85007

Dear Commissioners:

I am writing on behalf of the Lake Montezuma Property Owners Association regarding the rate increase requested by the Arizona Water Company. While we certainly understand the company needs to have a reasonable rate of return to stay in business the increase is hardly reasonable (39%).

The areas this water company serves have grown over the last years, but much of the infrastructure has been in place and certainly their income has increased with each new customer. We believe that some of the data submitted to justify the increase does not reflect the current situation. Additionally, many of the people in our area are on fixed incomes and such a large increase for a basic need will cause a hardship. The quality of water is certainly not what we would like, as we have a high arsenic level, and we see no improvement noted if the increase is approved.

We respectfully request the Commission consider our concerns before granting this increase.

Sincerely,

Sharon Brooks

Theron Broaks

Secretary

Arizona Corporation Commission
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